

Veterans Loan Program

Legislation

- 2006 session of the Kentucky General Assembly
- House Bill 314 introduced by Representative Chuck Meade
- Passed both chambers of the legislature unanimously
- Signed by Governor Fletcher on March 30, 2006
- Becomes law July 1, 2006

Provisions

- No General Fund associated with the bill
- Enabling language only
- Personal loans not to exceed \$10,000
- Loans to qualified borrowers only

For Whom

- Veterans
- Deceased veteran's unremarried spouse
- Veteran's child under age 27
- Guardian of veteran's child
- Must be Kentucky resident

For What

- Purchase home, business, or business property
- Education of veteran or veteran spouse
- Medical or funeral expenses
- Debt consolidation
- Veteran's child or guardian can borrow for education only

How it works

- Specific details to be determined
- Legislation requires Kentucky Department of Veterans Affairs to promulgate appropriate regulations
- Kentucky Administrative Regulation (KAR) will include:
 - Definitions
 - Application procedures and forms
 - Administration details
 - Requirement that loans be secured by guarantor or real estate equity of at least 10%
- Program will be appropriately advertised as soon as regulations are approved